

MARKET INDICATORS

As of July 4, 2017; US indices as of July 3, 2017

| Index/ Bond | Index Level/Yield | DoD Change | DoD % Change |
|----------------------|-------------------|------------|--------------|
| PSEi | 7,833.96 | -32.56 | -0.41% |
| Dow Jones | 21,479.27 | 129.64 | 0.61% |
| S&P500 | 2,429.01 | 5.60 | 0.23% |
| NASDAQ | 6,147.91 | 7.49 | 0.12% |
| MSCI Asia ex-Japan | 620.32 | -6.21 | -0.99% |
| MSCI Emerging Market | 1,006.72 | -7.52 | -0.74% |
| 5Yr FXTN | 4.47 | - | |
| 10 Yr US Treasury | 2.35 | - | |
| USD/PHP | 50.49 | -0.16 | -0.32% |

Source: Bloomberg



News in the Philippines

Philippine Banking Sector Outlook Stable

- Moody's Investor Services: Philippine banks are expected to operate in a stable environment for the next 12 to 18 months after the debt watcher upgraded its outlook for banks in Asia and the Pacific. Joining the Philippines with stable expectations are India, Malaysia, Mongolia, Sri Lanka, Thailand, and Vietnam with Indonesia having a positive outlook which may mean that its rating may be upgraded.

Local Bond Market

- The yield of the benchmark 5-year bond was hardly changed at 4.47%.
- The yields of bonds mostly dropped with 6 yields falling and 5 rising.

Philippine Stocks

- Philippine stocks fell in the absence of any positive news. The Philippine Stock Exchange Index lost 0.41%, or 32.56 points, to close at 7,833.96. Market breadth was positive with winners beating losers 109 to 94 while 41 issues were flat.

Philippine Peso

- The Philippine peso rallied against the dollar amid quiet trading, with the US market closed for the holidays and market players anticipating the release of key data within the week. The local currency closed 0.32% or 16 cents lower at 50.49.



News around the World

Japan's Monetary Base Hits New Record

- Bank of Japan (BOJ): Japan's monetary base reached ¥468,034.3 billion at the end of June, up 2.7% from the previous month. The monetary base, or the combined balance of currency in circulation and commercial financial institutions' current account deposits at the BOJ, started to trend upward following the central bank's liquidity injection under its monetary easing program.

US Market

- US markets were closed for Independence Day.

Asian Stocks

- Asian stocks plunged after Hong Kong stocks dropped the most in eight months. Australia bucked the trend as banks rebounded from a six-month low in May. The MSCI Asia-Ex Japan Index tumbled 0.99%, or 6.21 points, to close at 620.32.

Emerging Markets

- Emerging market stocks suffered after North Korea's missile launch heightened tensions on the Korean Peninsula. The MSCI Emerging Markets Index sank 0.74% or 7.52 points, the sharpest one-day slump in nearly three weeks, to close at 1,006.72.